REFERENCE TITLE: initiative reform; statutory measures

State of Arizona House of Representatives Forty-ninth Legislature First Regular Session 2009

## **HB 2624**

Introduced by
Representatives Sinema, Campbell CH, Reagan: Biggs, Campbell CL, Driggs,
Meza

#### AN ACT

AMENDING SECTIONS 19-101 AND 19-102, ARIZONA REVISED STATUTES; AMENDING TITLE 19, CHAPTER 1, ARTICLE 2, ARIZONA REVISED STATUTES, BY ADDING SECTION 19-111.01; AMENDING SECTION 19-118, ARIZONA REVISED STATUTES; AMENDING TITLE 19, CHAPTER 1, ARTICLE 2, ARIZONA REVISED STATUTES, BY ADDING SECTION 19-120; AMENDING SECTION 19-121.01, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2008, CHAPTER 244, SECTION 3; REPEALING SECTION 19-121.01, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2008, CHAPTER 273, SECTION 27; AMENDING SECTION 19-124, ARIZONA REVISED STATUTES; RELATING TO INITIATIVE, REFERENDUM AND RECALL; PROVIDING FOR CONDITIONAL ENACTMENT.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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Be it enacted by the Legislature of the State of Arizona: Section 1. Section 19–101, Arizona Revised Statutes, is amended to read:

# 19-101. Referendum petition: circulators: violation: classification

A. The following shall be the form for referring to the people by referendum petition a measure or item, section or part of a measure enacted by the legislature, or by the legislative body of an incorporated city, town or county:

### Referendum Description

(Insert a description of no more than one hundred words of the principal provisions of the measure sought to be referred.)

Notice: This is only a description of the measure sought to be referred prepared by the sponsor of the measure. It may not include every provision contained in the measure. Before signing, make sure the title and text of the measure are attached. You have the right to read or examine the title and text before signing.

#### Petition for Referendum

To the secretary of state: (or to the corresponding officer for or on local, county, city or town measures): We, the undersigned citizens and qualified electors of the state of Arizona, respectfully order that the senate (or house) bill No. \_\_\_ (or other local, county, city or town measure) entitled (title of act or ordinance, and if the petition is against less than the whole act or ordinance then set forth here the item, section, or part, of any measure on which the referendum is used), passed by the session of the legislature of the state of Arizona, at the general (or special, as the case may be) session of said legislature, (or by a county, city or town legislative body) shall be referred to a vote of the qualified electors of the state, (county, city or town) for their approval or rejection at the next regular general election (or county, city or town election) and each for himself says:

I have personally signed this petition with my first and last names. I have not signed any other petition for the same measure. I am a qualified elector of the state of Arizona, county of (or city or town and county of, as the case may be)

#### \_\_\_\_\_ \_\_\_\_Warning

It is a class 1 misdemeanor for any person to knowingly sign an initiative or referendum petition with a name other than his own, except in a circumstance where he signs for a person, in the presence of and at the specific request of such person, who is incapable of signing his own name because of physical

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infirmity, or to knowingly sign his name more than once for the same measure, or to knowingly sign such petition when he is not a qualified elector."

ature Name Actual Arizona City or D

(first and address post office town signs)

Signature Date (first and address post office town signed last name (street & address (if any) printed) no. and if & zip no street code address. describe residence location)

(Fifteen lines for signatures which shall be numbered)
The validity of signatures on this sheet must be sworn to
by the circulator before a notary public on the form appearing
on the back of the sheet.

Number \_\_\_\_\_

B. Each petition sheet shall have printed in capital letters in no less than twelve point bold-faced type in the upper right-hand corner of the face of the petition sheet the following:

**	paid circulator"	**	volunteer".
	para cricarator		volunceer .

- C. A circulator of a referendum petition shall state whether he is a paid circulator or volunteer by checking the appropriate line on the petition form before circulating the petition for signatures. A CIRCULATOR MAY NOT BE PAID FOR COLLECTING SIGNATURES OR CIRCULATING PETITIONS IF THAT PAYMENT IS BASED ON THE NUMBER OF SIGNATURES COLLECTED OR THE NUMBER OF PETITIONS CIRCULATED.
- D. Signatures obtained on referendum petitions in violation of subsection C are void and shall not be counted in determining the legal sufficiency of the petition. The presence of signatures that are invalidated under this subsection on a petition does not invalidate other signatures on the petition that were obtained as prescribed by this section.
  - Sec. 2. Section 19-102, Arizona Revised Statutes, is amended to read: 19-102. <u>Initiative petition; circulators</u>
- A. The form of petition for a law or amendment to the constitution of this state or county legislative measure, or city or town ordinance, or amendment to a city or town charter proposed by the initiative to be submitted directly to the electors, shall be substantially in the form prescribed in section 19-101, except that the title and body of such petition shall read:

#### Initiative description

(Insert a description of no more than one hundred words of the principal provisions of the proposed measure or constitutional amendment.)

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Notice: This is only a description of the proposed measure (or constitutional amendment) prepared by the sponsor of the measure. It may not include every provision contained in the measure. Before signing, make sure the title and text of the measure are attached. You have the right to read or examine the title and text before signing.

Initiative Measure to be Submitted Directly to Electors

We, the undersigned, citizens and qualified electors of the state of Arizona, respectfully demand that the following proposed law (or amendment to the constitution, or other initiative measure), shall be submitted to the qualified electors of the state of Arizona (county, city or town of \_\_\_\_\_\_) for their approval or rejection at the next regular general election (or county, city or town election) and each for himself says: (terminate form same as a referendum petition.)

- B. Each petition sheet shall have printed in capital letters in no less than twelve point bold-faced type in the upper right-hand corner of the face of the petition sheet the following:
  - "\_\_\_\_\_ paid circulator" "\_\_\_\_\_ volunteer".
- C. A circulator of an initiative petition shall state whether he is a paid circulator or volunteer by checking the appropriate line on the petition form before circulating the petition for signatures. A CIRCULATOR MAY NOT BE PAID FOR COLLECTING SIGNATURES OR CIRCULATING PETITIONS IF THAT PAYMENT IS BASED ON THE NUMBER OF SIGNATURES COLLECTED OR THE NUMBER OF PETITIONS CIRCULATED.
- D. Signatures obtained on initiative petitions in violation of subsection C of this section are void and shall not be counted in determining the legal sufficiency of the petition. The presence of signatures that are invalidated under this subsection on a petition does not invalidate other signatures on the petition that were obtained as prescribed by this section.
- Sec. 3. Title 19, chapter 1, article 2, Arizona Revised Statutes, is amended by adding section 19-111.01, to read:

19-111.01. <u>Text review; legislature; hearing; recommendations; official title</u>

- A. A PERSON OR ORGANIZATION THAT HAS FILED AN APPLICATION WITH THE SECRETARY OF STATE PURSUANT TO SECTION 19-111 INTENDING TO PROPOSE A LAW OR CONSTITUTIONAL AMENDMENT BY INITIATIVE PETITION SHALL SUBMIT A COPY OF THE TEXT OF THE PROPOSED LAW OR CONSTITUTIONAL AMENDMENT TO THE LEGISLATURE ON OR BEFORE DECEMBER 31 IN THE YEAR PRECEDING THE ELECTION AND BEFORE PETITION SIGNATURES ARE FILED IN THE OFFICE OF THE SECRETARY OF STATE AS PRESCRIBED BY SECTION 19-121.
- B. ON RECEIPT OF THE TEXT OF THE MEASURE, THE LEGISLATURE ON OR BEFORE APRIL 15 AFTER SUBMITTAL OF THE APPLICATION SHALL HOLD A PUBLIC HEARING ON THE MEASURE TO TAKE TESTIMONY AND CONSIDER OTHER INFORMATION ON THE PROPOSED MEASURE, INCLUDING THE EFFECT OF THE MEASURE ON EXISTING LAW, ERRORS IN THE

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DRAFTING OF THE MEASURE, CONFUSING, CONFLICTING OR INCONSISTENT PROVISIONS WITHIN THE MEASURE AND CONFLICTS WITH OTHER STATE AND FEDERAL LAWS.

- C. ON COMPLETION OF THE HEARING, THE LEGISLATURE SHALL CONSIDER AND MAY PREPARE RECOMMENDATIONS TO IMPROVE THE TEXT OF THE PROPOSED MEASURE.
- D. THE STAFF OF THE LEGISLATIVE COUNCIL SHALL ESTABLISH THE OFFICIAL TITLE FOR THE MEASURE, WHICH SHALL BE USED EITHER WITH OR WITHOUT THE NUMERIC DESIGNATION GIVEN TO THE MEASURE BY THE SECRETARY OF STATE PURSUANT TO SECTION 19-125.
- E. THE PERSON OR ORGANIZATION PROPOSING THE LAW OR CONSTITUTIONAL AMENDMENT MAY ACCEPT, MODIFY OR REJECT ANY RECOMMENDATIONS MADE BY THE LEGISLATURE, AND MAY FILE AN APPLICATION TO CIRCULATE A NEW MEASURE WITH NEW TEXT, SOLELY IN ITS DISCRETION. THE PERSON OR ORGANIZATION MAY NOT MODIFY OR REJECT THE OFFICIAL TITLE OF THE MEASURE.
  - Sec. 4. Section 19–118, Arizona Revised Statutes, is amended to read: 19–118. <u>Definition of paid circulator</u>

For the purposes of this title, "paid circulator":

- 1. Means a natural person who receives monetary or other compensation that is based on the number of signatures obtained on a petition or on the number of petitions circulated that contain signatures FOR COLLECTING SIGNATURES OR CIRCULATING PETITIONS.
- 2. Does not include a paid employee of any political committee organized pursuant to title 16, chapter 6, unless that employee's primary responsibility is circulating petitions to obtain signatures.
- Sec. 5. Title 19, chapter 1, article 2, Arizona Revised Statutes, is amended by adding section 19-120, to read:
  - 19-120. Registration of paid signature collectors; fee; penalty
- A. A PERSON OR ENTITY THAT RECEIVES PAYMENT FOR COLLECTING SIGNATURES ON INITIATIVE, REFERENDUM OR RECALL PETITIONS THAT ARE CIRCULATED PURSUANT TO THIS TITLE SHALL REGISTER WITH THE SECRETARY OF STATE. THE SECRETARY OF STATE SHALL REQUIRE THE FULL LEGAL NAME AND ADDRESS OF THE PERSON OR ENTITY, THE DATE AND PLACE OF INCORPORATION, IF ANY, THE NAME AND ADDRESS OF THE RESIDENT OF THIS STATE WHO IS LEGALLY AUTHORIZED TO RECEIVE NOTICE AND SERVICE OF PROCESS ON BEHALF OF THE ENTITY AND THE NAME AND ADDRESS OF THE POLITICAL COMMITTEE ON WHOSE BEHALF THE SIGNATURES ARE BEING COLLECTED.
- B. THE SECRETARY OF STATE SHALL ESTABLISH A REGISTRATION FEE BY RULE FOR PERSONS AND ENTITIES REQUIRED TO REGISTER PURSUANT TO THIS SECTION.
- C. A PERSON OR ENTITY WHO VIOLATES THIS SECTION IS LIABLE FOR A CIVIL PENALTY OF THREE TIMES THE AMOUNT PAID FOR COLLECTING SIGNATURES WITHOUT REGISTRATION OR ONE THOUSAND DOLLARS, WHICHEVER IS GREATER.

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Sec. 6. Section 19-121.01, Arizona Revised Statutes, as amended by Laws 2008, chapter 244, section 3, is amended to read:

19-121.01. Secretary of state: removal of petition and ineligible signatures: facsimile sheets: random sample

- A. Within twenty days, excluding Saturdays, Sundays and other legal holidays, of the date of filing of an initiative or referendum petition and issuance of the receipt, the secretary of state shall:
  - 1. Remove the following:
- (a) Those sheets not attached to a copy of the title and text of the measure.
  - (b) The copy of the title and text from the remaining petition sheets.
- (c) Those sheets not bearing the petition serial number in the lower right-hand corner of each side.
- (d) Those sheets containing a circulator's affidavit that is not completed or signed.
- (e) Those sheets on which the affidavit of the circulator is not notarized, the notary's signature is missing, the notary's commission has expired or the notary's seal is not affixed.
- (f) Those sheets on which the signatures of the circulator or the notary are dated earlier than the dates on which the electors signed the face of the petition sheet.
- 2. After completing the steps in paragraph 1 of this subsection, review each sheet to determine the county of the majority of the signers and shall:
- (a) Place a three or four letter abbreviation designating that county in the upper right-hand corner of the face of the petition.
- (b) Remove all signatures of those not in the county of the majority on each sheet by marking an "SS" in red ink in the margin to the right of the signature line.
- (c) Cause all signature sheets to be grouped together by county of registration of the majority of those signing and attach them to one or more copies of the title and text of the measure. If the sheets are too bulky for convenient grouping by the secretary of state in one volume by county, they may be bound in two or more volumes with those in each volume attached to a single printed copy of the measure. The remaining detached copies of the title and text of the measure shall be delivered to the applicant.
- 3. After completing the steps in paragraph 2 of this subsection, remove the following signatures that are not eligible for verification by marking an "SS" in red ink in the margin to the right of the signature line:
  - (a) If the signature of the qualified elector is missing.
- (b) If the residence address or the description of residence location is missing.
  - (c) If the date on which the petitioner signed is missing.

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- (d) Signatures in excess of the fifteen signatures permitted per petition.
  - (e) Signatures withdrawn pursuant to section  $\frac{1-261}{19-113}$ .
- 4. After the removal of petition sheets and signatures, count the number of signatures for verification on the remaining petition sheets and note that number in the upper right-hand corner of the face of each petition sheet immediately above the county designation.
- 5. Number the remaining petition sheets that were not previously removed and that contain signatures eligible for verification in consecutive order on the front side of each petition sheet in the upper left-hand corner.
- 6. Count all remaining petition sheets and signatures not previously removed and issue a receipt to the applicant of this total number eligible for verification.
- B. If the total number of signatures for verification as determined pursuant to subsection A, paragraph 6 of this section equals or exceeds the constitutional minimum, the secretary of state, during the same twenty day period provided in subsection A of this section, shall select, at random, five TEN per cent of the total signatures eligible for verification by the county recorders of the counties in which the persons signing the petition claim to be qualified electors. The random sample of signatures to be verified shall be drawn in such a manner that every signature eligible for verification has an equal chance of being included in the sample. The random sample produced shall identify each signature selected by petition page and line number. The signatures selected shall be marked according to the following procedure:
- 1. Using red ink, mark the selected signature by circling the line number and drawing a line from the base of the circle extending into the left margin.
- 2. If a signature line selected for the random sample is found to be blank or was removed from the verification process pursuant to subsection A of this section and is marked with an "SS", then the next line down, even if that requires going to the next petition sheet in sequence, on which an eligible signature appears shall be selected as a substitute if that line has not already been selected for the random sample. If the next eligible line is already being used in the random sample, the secretary of state shall proceed back up the page from the signature line originally selected for the sample to the next previous signature line eligible for verification. If that line is already being used in the random sample, the secretary of state shall continue moving down the page or to the next page from the line originally selected for the random sample and shall select the next eligible signature as its substitute for the random sample. The secretary of state shall use this process of alternately moving forward and backward until a signature eligible for verification and not already included in the random sample can be selected and substituted.

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- C. After the selection of the random sample and the marking of the signatures selected on the original petition sheets pursuant to subsection B of this section, the secretary of state shall reproduce a facsimile of the front of each signature sheet on which a signature included in the random sample appears. The secretary of state shall clearly identify those signatures marked for verification by color highlighting or other similar method and shall transmit by personal delivery or certified mail to each county recorder a facsimile sheet of each signature sheet on which a signature appears of any individual who claims to be a qualified elector of that county and whose signature was selected for verification as part of the random sample.
- D. The secretary of state shall retain in custody all signature sheets removed pursuant to this section except as otherwise prescribed in this title.

Sec. 7. Repeal

Section 19-121.01, Arizona Revised Statutes, as amended by Laws 2008, chapter 273, section 27, is repealed.

Sec. 8. Section 19-124, Arizona Revised Statutes, is amended to read: 19-124. Arguments and analyses on measures; cost; submission at special election

- The person filing an initiative petition may at the same time file the secretary of state an argument advocating the measure or constitutional amendment proposed in the petition. Not later than fifty-three days JUNE 15 preceding the regular primary election a person may file with the secretary of state an argument advocating or opposing the measure or constitutional amendment proposed in the petition. Not later than fifty three days JUNE 15 preceding the regular primary election a person may file with the secretary of state an argument advocating or opposing any measure with respect to which the referendum has been invoked, or any measure or constitutional amendment referred by the legislature. Each argument filed shall contain the original notarized signature of each person sponsoring it. If the argument is sponsored by an organization, it shall contain the notarized signature of two executive officers of the organization or if sponsored by a political committee it shall contain the notarized signature of the committee's chairman or treasurer. Payment of the deposit required by subsection D or reimbursement of the payor constitutes sponsorship of the argument for purposes of this subsection. The person or persons signing the argument shall identify themselves by giving their residence or post office address and a telephone number, which information shall not appear in the publicity pamphlet. Each argument filed pursuant to this subsection shall not exceed three hundred words in length.
- B. Not later than sixty days preceding the regular primary election the legislative council, after providing reasonable opportunity for comments by all legislators, shall prepare and file with the secretary of state an impartial analysis of the provisions of each ballot proposal of a measure or

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proposed amendment. The analysis shall include a description of the measure and shall be written in clear and concise terms avoiding technical terms wherever possible. The analysis may contain background information, including the effect of the measure on existing law, or any legislative enactment suspended by referendum, if the measure or referendum is approved or rejected.

- C. The analyses and arguments shall be included in the publicity pamphlet immediately following the measure or amendment to which they refer. Arguments in the affirmative shall be placed first in order, and first among the affirmative or negative arguments shall be placed the arguments filed by the person filing the initiative petition or the person who introduced the measure or constitutional amendment referred. The remaining affirmative and negative arguments shall be placed in the order in which they were filed with the secretary of state.
- D. The person filing an argument shall deposit with the secretary of state, at the time of filing, an amount of money as prescribed by the secretary of state for the purpose of offsetting a portion of the proportionate cost of the purchase of the paper and the printing of the argument. If the person filing an argument requests that the argument appear in connection with more than one proposition, a deposit shall be made for each placement requested. No such deposit or payment shall be required for the analyses prepared and filed by the legislative council. Any proportional balance remaining of the deposit, after paying the cost, shall be returned to the depositor.
- E. When a measure is submitted at a special election, and time will not permit full compliance with this article, the charter provision or ordinance providing for the special election shall make provision for printing and distribution of the publicity pamphlet.
- F. In the case of referendum petitions that are not required to be filed until after the primary election or at a time so close to the primary election that a referendum cannot be certified for the ballot before the deadline for filing ballot arguments pursuant to subsection A, the secretary of state may establish a separate deadline for filing the referendum ballot arguments pursuant to rules adopted by the secretary of state.

#### Sec. 9. Conditional enactment

This act does not become effective unless the measure referred by HCR \_\_\_\_\_\_, forty-ninth legislature, first regular session, relating to initiative and referendum reform, is approved by vote of the people at the next general election.

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